Information about any other company which has shown its liabilities under DPCOs, in its accounts/balances sheets etc, will be collected and laid on the Table of the House.

Studying conversion cost and packing charges by BICP

1654. SHRIMATI SATYA BAHIN: Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that BICP has been asked to study conversion cost and packing charges in respect of drug formulations;

(b) if so, when;

(c) whether it is also a fact that manufacturers have refused to give data to BICP;

(d) what are the names of the manufacturers who are called upon to give data and what are the names of those who have given data so far;

(e) when BICP did study and what are the names of the companies whose data were studied;

(f) whether BICP has submitted its report; and

(g) if so, when and what are the main recommendations?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI CHINTA MOHAN): (a) to (g) In December, 1990, BICP was requested to undertake a fresh study with regard to conversion cost and packing charges in respect of drug formulations. The study report of BICP on the subject is awaited.

Incentives to Drug Industry for Research and Development

1655. SHRIMATI SATYA BAHIN: Will the PRIME MINISTER be pleased to state:

(a) what are the various Research incentives given to the drug industry for Research and Development in costing of bulk drug prices;

(b) what is the justification for each of these incentives;

(c) whether it is a fact that Government are giving these incentives even if a drug is produced from imported penultimate/intermediate;

(d) if so, what are the names of drugs being produced from intermediate stage where incentive has been given during the last three years, year-wise; and

(e) what are the details of incentives given on each of these drugs?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI CHINTA MOHAN): (a) and (b) The incentives given to drug industry based on the recommendations of Kelkar Committee for Research & Development in costing of bulk drugs pricing are as follows:—

(i) Exemption from price control to the companies in respect of the drugs for which technology has been developed by them through own R&D efforts or through National Labs. for a period of 5 years from the date of commercial production.

(ii) Allowing retention of 50 per cent reduction in cost of drugs due to process development efforts by drug companies.

(c) to (e) The details of benefit on account of exemption from price control to the companies in respect of drugs for which technology has been developed by them through ow R&D efforts or through National Labs. during the last three years, are given in the annexed Statement. These drugs are being produced from the basic stage.

The benefit on account of allowing retention of 50 per cent reduction of costs on drug due to R&D efforts by the drug companies have not been extended to any company so far.

Statement

Sl. No.	Name of the bulk drug	Name of the Company	Stage	Year
1.	Ranitidine	1. M/s. Ranbaxy Labs, Ltd,	Basic	1989
		2. M/s. Globe Organics	Basic	1990
2.	Metoclopramide	1. M/s. IPCA	Basic	1989
		2. M/s. Infar (I) Ltd,	Basic	1991
3.	Dextropropoxyphenel	M/s. Wockhardt	Basic	1989
4.	Salbutamol	M/s. Cipla	Basic	1990
5.	Ephedrine	M/s. Malladi Drugs	Basic	1990
6.	Amoxycillin Sodium	M/s. Duphar Interfran	Basic	1990
7.	Nalidixoc Acid	M/s. Ranbaxy Lab . Ltd.	Basic	1991
8.	Naproxan	M/s. Rallis India	Basic	1991
9.	Verapamil Hcl,	M/s. Associated Drugs Co. (P) Ltd,	Basic	1991

1656. [*Transferred to the 11th September,* 1991.)

Supply of Military Spares by Soviet Union

1657. SHRI KAPIL VERMA:
SHRIMATI VEENA VERMA:
DR. RUDRA PRATAP SINGH:

Will the Minister of DEFENCE be pleased to state:

(a) whether there are any problems of shortage of spares of military equipment of arms and ammunition supplied by Soviet Union;

(b) if so, in what manner it is being met;

(c) what are the prospects of continuous supplies of military equipment by Soviet Union in view of new developments in that country; and

(d) whether alternative arrangements are being made?

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS WITH ADDITIONAL CHARGE OF THE MINISTER OF STATE IN MINISTRY OF DEFENCE (SHRI S. KRISHNA KUMAR): (a) to (d) The political and economic changes taking place in the USSR could create certain dislocation in our Defence Cooperation arrangements.

Government are continually interacting with the Soviet authorities to ensure that our essential requirements continue to be met. Defence requirements are met through various sources abroad, as well as through indigenous production.

Decline in Industrial Production

1658. SHRI CHIMANBHAI MEHTA
SHRI SOM PAL:
SHRIMATI MIRA DAS:
SHRI SARADA MAHANTY:

Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that industrial production in the country is declining as compared to last year's performance as indicated by CSG for the months of April-May, 1991;